

ER-5-9579-A

11 SEP 1954

Vice Admiral J. L. Holloway, Jr.  
Chief of Naval Personnel  
Department of the Navy  
Washington 25, D. C.

Dear Admiral Holloway:

I have your letter of 27 August 1954 to Mr. Dulles concerning [redacted] and your offer to call him to active duty in the event his induction under Selective Service is imminent. Ensign [redacted] will probably receive a 1-A classification in the near future, and he has been instructed to apply for active duty just as soon as this is received.

I am pleased to know that upon his recall he will be appointed in the permanent grade of LTJG. Please accept my sincere thanks for your efforts in this matter, and know that I understand that the best interests of the service require [redacted] to serve a normal two-year tour of active duty.

Sincerely,

SIGNED

C. P. GANELL  
Lieutenant General, USAF  
Deputy Director

C/MPD/[redacted]:hm (2 Sept 54)  
Rewritten: O/DCI/[redacted]:j1 (9 Sept 54)  
Distribution

- Orig & 1 - Addressee
- 1 - DDCI
- 1 - ER ✓
- ~~1 - Admin Files~~
- 1 - OP
- 1 - MPD w/basic

(See below for  
conurrence.)

Spec. Reg. 64

Naval

Vice Admiral J. L. Holloway, Jr.  
Chief of Naval Personnel  
Department of the Navy  
Washington 25, D. C.

Dear Admiral Holloway:

I have at hand your reply of 27 August 1954 concerning Ensign [redacted] and appreciate your offer to call him to active duty in the event his induction under Selective Service is imminent. [redacted] will probably receive a 1-A classification in the near future and he has been instructed to apply for active duty just as soon as this is received.

In view of the Navy's need for continuity of service in fleet billets, no objection will be interposed here to his retention by the Navy for the normal two year tour of active duty.

Sincerely,

Allen W. Dulles  
Director

C/MPD/[redacted]:hm (2 Sept 54)

Distribution:

- Orig & 1 - Addressee
- 2 - DCI ✓
- 1 - ~~Admin Files~~
- 1 - OP
- 1 - MPD
- 1 - Suspense

ORIGINATOR: [redacted]

Chief, Military Personnel Division

CONCUR: [redacted]

Assistant Director for Personnel

SEP 2 1954

*Re-written*

5-9579

Pers-El116:rbb  
Serial M-00158**SECRET**

27 AUG 1954

Allen W. Dulles  
Director  
Central Intelligence Agency  
Washington 25, D.C.

Dear Mr. Dulles:

I wish to acknowledge your letter of 26 July 1954 concerning

25X1

25X1

25X1

The records of the Bureau of Naval Personnel indicate that [ ] was commissioned as an Ensign in the U.S. Naval Reserve in June 1950 and that he has not as yet served on active duty. Correspondence on file further indicates that in October 1953, CIA requested the recall of [ ] to active duty and his assignment to an intelligence billet in the U.S. Naval Advisory Group, [ ]. However, due to the fact that he was totally lacking in experience as a naval officer and that his connection with CIA was known to the Deputy Director of Naval Intelligence ROK Navy, [ ] recall to active duty for the assignment proposed at that time was considered inadvisable.

25X1

25X1

As to the recall of [ ] to active duty this fall as a LTJG to serve for a year at sea, and his assignment thereafter to CIA for the remainder of his active obligated service, it is the policy of the Department of the Navy to effect the recall of naval reserve officers of the line to active duty upon their request, only when induction under the Selective Service System is imminent. Should it eventuate that [ ] is recalled, I am pleased to be able to tell you that he would be appointed in the permanent grade of LTJG upon his reporting for active duty. However, since [ ] is without any active duty experience as a naval reserve officer, it is probable that if he were to be on active duty with the Navy for only a year, Ensign [ ] would be in the status of a supernumerary in any ship to which he might be attached. Therefore, owing to the emphatic need for continuity of service of officers in billets in the fleet, and in consideration of our officer personnel ceiling, as well as our obligation to restrict the expenditure of limited appropriated funds, there could be no doubt that

25X1

25X1

**SECRET**

Navy

**SECRET**

Pers-El116:rbb

27 AUG 1954

25X1

in the event of [ ] recall, the best interests of the Service would require that he serve a normal two year tour of active duty with the Navy.

I am most regretful that my reply cannot be more favorable, however, I trust that from the foregoing you will understand my position.

Sincerely yours,

J. L. HOLLOWAY, JR.  
Vice Admiral, USN  
Chief of Naval Personnel

**SECRET**

**SECRET**



**CENTRAL INTELLIGENCE AGENCY**

WASHINGTON 25, D. C.

OFFICE OF THE DIRECTOR

July 26, 1954

Admiral J. L. Holloway, Jr.  
Chief, Bureau of Naval Personnel  
Department of the Navy  
Washington 25, D.C.

Dear Admiral Holloway:

[redacted] who holds his commission in the Naval Reserve, has been connected with the Central Intelligence Agency for several years. Last fall the Military Personnel Division of CIA made an arrangement with the Department of the Navy for [redacted] to go on active duty with the Navy for 24 months starting October 1953. Pursuant to this arrangement, [redacted] was to spend the first twelve months at sea and the remaining twelve months on detached service assigned to CIA. About the time his orders were being cut to carry out this arrangement, CIA became engaged in a very high priority project and [redacted] was asked to serve in it. Although CIA was in no position at that time to order [redacted] to do so, the nature of the work and the priority of the project were such that the request was almost the equivalent of an order. Consequently, the above Navy orders were suspended at the official request of CIA.

[redacted] has now completed this assignment and is fully prepared to serve active duty time with the Navy. There are two issues involved which I would particularly like to bring to your attention - one, whether or not the arrangement which was agreed upon last year for [redacted] and mentioned above can be reinstated so that he can begin his twelve months of sea duty this fall instead of last fall as originally planned and thereafter be assigned by the Navy on detached service for twelve months with CIA, and two, whether or not special consideration can be given to enable [redacted] to obtain a permanent promotion to Lieutenant (jg). As I understand it, had he gone on active duty as planned last fall, he would have been eligible for this promotion in December 1953.

The above two issues are being looked into by CIA's Military Personnel Division with the Bureau of Naval Personnel. I am, however,

**SECRET**

*Official*

*Handwritten signature*

SECRET

writing this letter because it seems to me that neither of these problems would have arisen except for action taken by CIA beyond [redacted] control. He was fully prepared last fall to do his active service, including sea duty, and would most certainly have lived up to his part of the arrangement had it not been for the action taken by CIA. This is further confirmed by the fact that now that he is free he is ready to go on active duty as originally planned. Moreover, [redacted] has performed all his services with this Agency extremely well, and he was particularly effective in his last assignment, which was the one that interfered with the above arrangement with the Navy. Unfortunately since the project was highly classified, it is not appropriate to include details in this letter which possibly will be included in subject's personnel file. I can, however, assure you that I am not only personally familiar with his assignment, but I am also aware of how he performed it.

25X1

25X1

In view of the above, I would be most appreciative if there is anything that the Navy can do to help [redacted] favorably resolve the two issues mentioned. I assume the details can be appropriately handled by your people with our Military Personnel Division but will be glad to provide any further information if it would be helpful.

25X1

Sincerely yours,

Allen W. Dulles  
Director

*Delivered by  
Military Personnel  
Div.*

26 July 1954

CPP/[redacted] /mb

Distribution:

Addressee - Orig.

ER - 2

DCI file - 1

Military Pers - 1

WH - 1

CPP - 1

*(Copy to Reading)*

SECRET



writing this letter because it seems to me that neither of these problems would have arisen except for action taken by CIA beyond [ ] control. He was fully prepared last fall to do his active service, including sea duty, and would most certainly have lived up to his part of the arrangement had it not been for the action taken by CIA. This is further confirmed by the fact that now that he is free he is ready to go on active duty as originally planned. Moreover, [ ] has performed all his services with this Agency extremely well, and he was particularly effective in his last assignment, which was the one that interfered with the above arrangement with the Navy. Unfortunately since the project was highly classified, ~~I am unable to give you any of the details of the work that he was doing.~~ I can, however, assure you that I am not only personally familiar with his assignment, but I am also aware of how he performed it.

25X1

25X1

In view of the above, I would be most appreciative if there is anything that the Navy can do to help [ ] favorably resolve the two issues mentioned. I assume the details can be appropriately handled by your people with our Military Personnel Division but will be glad to provide any further information if it would be helpful.

25X1

Sincerely yours,

Allen W. Dulles  
Director

it is not appropriate  
to include ~~the~~ details  
in this letter which  
passing will be included  
in subject's personnel  
file.

-2-